STATE OF NEW YORK

5284

2021-2022 Regular Sessions

IN SENATE

March 1, 2021

Introduced by Sen. PARKER -- read twice and ordered printed, and when printed to be committed to the Committee on Banks

AN ACT to amend the banking law and the education law, in relation to prohibiting the state university of New York and the city university of New York from permitting any persons to solicit persons to become holders of credit cards unless credit education courses are provided

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

Section 1. The banking law is amended by adding a new article 17 to read as follows:

ARTICLE XVII

CREDIT CARD SOLICITATION; CREDIT EDUCATION COURSES

Section 9500. Prohibition of soliciting persons to become credit card holders at the state university of New York unless credit education courses are provided.

9501. Prohibition of soliciting persons to become credit card holders at the city university of New York unless credit education courses are provided.

§ 9500. Prohibition of soliciting persons to become credit card holders at the state university of New York unless credit education courses are provided. The state university of New York shall not permit any person, including an issuer of credit cards, as defined in subdivision three of section five hundred eleven of the general business law, to solicit persons on the property of the state university of New York to become holders of credit cards, nor shall the state university of New York enter into any agreement allowing any person to solicit persons to become holders of credit cards through the state university of New York, unless such person offers and provides courses in credit education to students enrolled in the state university of New York. Such courses shall be given in accordance with rules and regulations to be promulgated by the commissioner of education.

EXPLANATION--Matter in *italics* (underscored) is new; matter in brackets [-] is old law to be omitted.

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§ 9501. Prohibition of soliciting persons to become credit card holders at the city university of New York unless credit education courses are provided. The city university of New York shall not permit any person, including an issuer of credit cards, as defined in subdivision three of section five hundred eleven of the general business law, to solicit persons on the property of the city university of New York to become holders of credit cards, nor shall the city university of New York enter into any agreement allowing any person to solicit persons to become holders of credit cards through the city university of New York, unless such person offers and provides courses in credit education to students enrolled in the city university of New York. Such courses shall be given in accordance with rules and regulations to be promulgated by the commissioner of education.

§ 2. The education law is amended by adding a new section 355-e to read as follows:

§ 355-e. Prohibition of soliciting persons to become credit card holders unless credit education courses are provided. The state university of New York shall not permit any person, including an issuer of credit cards, as defined in subdivision three of section five hundred eleven of the general business law, to solicit persons on the property of the state university of New York to become holders of credit cards, nor shall the state university of New York enter into any agreement allowing any person to solicit persons to become holders of credit cards through the state university of New York, unless such person offers and provides courses in credit education to students enrolled in the state university of New York. Such courses shall be given in accordance with rules and regulations to be promulgated by the commissioner.

§ 3. The education law is amended by adding a new section 6204-b to read as follows:

§ 6204-b. Prohibition of soliciting persons to become credit card holders unless credit education courses are provided. The city university of New York shall not permit any person, including an issuer of credit cards, as defined in subdivision three of section five hundred eleven of the general business law, to solicit persons on the property of the city university of New York to become holders of credit cards, nor shall the city university of New York enter into any agreement allowing any person to solicit persons to become holders of credit cards through the city university of New York, unless such person offers and provides courses in credit education to students enrolled in the city university of New York. Such courses shall be given in accordance with rules and regulations to be promulgated by the commissioner.

§ 4. This act shall take effect on the first of September next succeeding the date on which it shall have become a law. Effective immediately, the addition, amendment and/or repeal of any rule or regulation necessary for the implementation of this act on its effective date are authorized to be made and completed on or before such effective date.